State of Louisiana



DIVISION OF ADMINISTRATION

OFFICE OF STATE UNIFORM PAYROLL

MARK C. DRENNEN
COMMISSIONER OF ADMINISTRATION

April 5, 2002

OFFICE OF STATE UNIFORM PAYROLL MEMORANDUM #2002-57

TO: All ISIS HR Paid Agencies

FROM: Jena W. Cary

Director

SUBJECT: Colonial Cancer Advantage Policies Sold to Central United

Agencies are instructed to <u>NOT</u> make any rate increase changes in the ISIS HR system for employee's with the Colonial *Cancer Advantage policy* that was sold to Central United, even though correspondence from Central United indicates a rate increase effective April 1, 2002. Since OSUP does not allow rates for Flexible Benefits Plan products to be increased during the plan year, Colonial has agreed to accept responsibility for the increase for April, May and June 2002.

Agencies and employees should disregard any correspondence from Central United in reference to a rate increase being effective April 1, 2002. Employees who accept the rate increase and continue their Cancer Advantage policy with Central United will be responsible for full payment effective July 2002 per their agreement with Central United (this will not be payroll deducted).

As noted in OSUP Memorandum #2002-52, OSUP will continue to remit the current deductions to Colonial through June 2002, and Colonial will forward payment to Central United with the additional payment for the rate increase on these policies. Agencies must follow OSUP Memorandum #2002-52 for instructions on stopping the deductions for the Colonial *Cancer Advantage policy* prior to the July 12, 2002 payday. Agencies will receive from Colonial new Payroll authorization forms (SED-4's) for each employee effected by May 1, 2002.

Employee claim questions should be directed to Central United at the number provided in previous correspondence from them. If you have any questions regarding this rate increase, please contact Angel Vernon at (225) 342-5344.

JWC:ACV:kmb

c: Ray Harrison, Office of Group Benefits
Chuck Byrd, Colonial Life & Accident Insurance Company